

FISCAL NOTE

TO: Chief Clerk of the Senate
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: March 28, 1995

SUBJECT: **SB 1546 - HB 1355**

This bill, if enacted, will exclude from the calculation used to reduce special school district taxes levied for bond interest and repayment, any portion of the bond fund arising from sales tax revenues, basic education program (BEP) funds, or a combination thereof.

Current law provides that a special school district may certify to the county trustee the special school district tax rate necessary to maintain its bond special fund at 200% of the amount required to pay principal and interest on outstanding bonds for the next 12 months, and that the county trustee will collect only the taxes necessary to maintain the rate.

The fiscal impact from enactment of this bill is estimated to be a reduction in property taxes necessary to service the debt on bonds issued by special school districts by replacing such taxes with sales tax revenue, BEP funds or a combination thereof. The amount of such decrease would depend upon the extent that local governments utilize sales taxes and BEP funds in lieu of property taxes but is estimated not to be significant.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director